

This Monthly Financial Report was prepared solely for purposes of complying with the monthly reporting requirements of the Office of the United States Trustee - Eastern District of Wisconsin. The attached information does not purport to show the financial statements of Keystone Consolidated Industries, Inc., or any of its subsidiaries, in accordance with generally accepted accounting principles. The financial information related to non-debtor subsidiaries of Keystone Consolidated Industries, Inc., certain disclosure items, reclassifications, eliminations and accruals have been omitted.

MONTHLY FINANCIAL REPORT

OFFICE OF THE U.S. TRUSTEE EASTERN DISTRICT OF WISCONSIN

Case Name: FV Steel & Wire Company ("FVSW")
Keystone Consolidated Industries, Inc. ("KCI")
DeSoto Environmental Management, Inc. ("DEMI")
J.L. Prescott Company ("JLP")
Sherman Wire Company ("SWC")
Sherman Wire of Caldwell, Inc. ("SWCI")

Case No: 04-22421-SVK
04-22422-SVK
04-22423-SVK
04-22424-SVK
04-22425-SVK
04-22426-SVK

FOR MONTH OF MAY, 2004.

I. FINANCIAL SUMMARY

CASH RECEIPTS AND DISBURSEMENTS

	FVSW	KCI	DEMI	JLP	SWC	SWCI	Total
A. CASH ON HAND START OF MONTH	\$0	\$4,440,819	\$0	\$0	(\$3,213)	(\$2,264)	\$4,435,342
B. RECEIPTS	0	104,500,660	0	0	10,700	2,264	104,513,624
C. DISBURSEMENTS	0	103,011,360	0	0	9,879	0	103,021,239
D. NET RECEIPTS (DISBURSEMENTS)	0	1,489,301	0	0	821	2,264	1,492,386
E. CASH ON HAND END OF MONTH	\$0	\$5,930,120	\$0	\$0	(\$2,392)	\$0	\$5,927,728

Note 1 - KCI Cash On Hand At End of Month includes \$8,770,537 of cash held in escrow for PSC Metals, Inc. pending resolution of disputed ferrous scrap ownership. (See U.S. Bank - Portland, Oregon accounts # 15365681004 and # 436000100).

Note 2 - KCI Receipts include \$27,125,000 of advances on its Revolving Line of Credit (RLC).

Note 3 - KCI Disbursements include \$28,839,695 of payments on its RLC.

Note 4 - KCI Receipts and Disbursements include transfers from and to, respectively KCI accounts of \$48,618,436.

Note 4 - SWC Receipts and KCI Disbursements include transfers from KCI to SWC of \$6,733.

CASH DISBURSEMENT RECONCILIATION

	FVSW	KCI	DEMI	JLP	SWC	SWCI	Total
Per Schedule of Receipts and Disbursements	0	103,011,360	0	0	9,879	0	103,021,239
Less:							
Payments on Revolving Credit Facility		(28,839,695)					(28,839,695)
Transfers to other cash accounts		(48,623,169)					(48,623,169)
Net Cash Disbursements	\$0	\$25,548,496	\$0	\$0	\$9,879	\$0	\$25,558,375

PROFIT AND LOSS STATEMENT ACCRUAL BASIS

	FVSW	KCI	DEMI	JLP	SWC	SWCI	Sub Total	Eliminations	Total
A. NET SALES	\$0	\$29,659,741	\$0	\$0	\$1,428,028	\$0	\$31,087,769	(\$1,985,697)	\$29,102,072
B. COST OF SALES	0	21,153,985	0	0	1,092,760	0	22,246,745	(1,985,697)	20,261,048
C. GROSS PROFIT	0	8,505,756	0	0	335,268	0	8,841,024	0	8,841,024
D. TOTAL OPERATING EXPENSES	3,549	5,162,225	0	60,250	296,937	16,946	5,539,907	(199,867)	5,340,040
E. NET INCOME (LOSS) FROM OPERATIONS	(3,549)	3,343,531	0	(60,250)	38,331	(16,946)	3,301,117	199,867	3,500,984
F. NON-OPERATING, NON-RECURRING REVENUE (EXPENSES)	7,994	(1,172,667)	60,000	0	128,998	0	(975,675)	(199,867)	(1,175,542)
H. NET INCOME (LOSS)	\$4,445	\$2,170,864	\$60,000	(\$60,250)	\$167,329	(\$16,946)	\$2,325,442	\$0	\$2,325,442

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II. PROFIT & LOSS STATEMENT (ACCRUAL BASIS)

	FVSW	KCI	DEMI	JLP	SWC	SWCI	Sub Total	Elimin- ations	Total
A. Related to Business Operations:									
Total Revenue (Sales)		\$29,659,741			\$1,428,028		\$31,087,769	(\$1,985,697)	\$29,102,072
Less: Cost of Goods Sold:									
Beginning Inventory at Cost		39,571,621			1,742,652		41,314,273		41,314,273
Add: Purchases		25,297,153			1,625,715		26,922,868	(1,985,697)	24,937,171
Less: Ending Inventory at Cost		43,714,789			2,275,807		45,990,396		45,990,396
Cost of Good Sold	0	21,153,985	0	0	1,092,760	0	22,246,745	(1,985,697)	20,261,048
Gross Profit	0	8,505,756	0	0	335,268	0	8,841,024	0	8,841,024
Less: Operating Expenses:									
Officer Compensation		40,577			0		40,577		40,577
Salaries and Wages -- Other Employees		1,100,401			87,250		1,187,651		1,187,651
Employee Benefits and Pensions	105	1,123,600			32,349	5,666	1,161,720		1,161,720
Payroll Taxes		94,272			14,299		108,571		108,571
Real Estate Taxes		12,231			14,618	726	27,575		27,575
Federal and State Income Taxes		0			0	0	0		0
Rent and Lease Expense		1,972			2,361	1,099	5,432		5,432
Interest Expense		448,070		60,000	0		508,070	(188,998)	319,072
Insurance		48,464			12,730		61,194		61,194
Automobile Expense		0			492		492		492
Utilities		240,578			10,109	780	251,467		251,467
Depreciation and Amortization	3,444	1,130,471			90,386	5,915	1,230,216		1,230,216
Repairs and Maintenance		118,615			6,327		124,942		124,942
Advertising		25,681			0		25,681		25,681
Supplies, Office Expense and Photocopies		121,341			3,624		125,165		125,165
Bad Debts		0			0		0		0
Miscellaneous - Exhibit A	0	655,952	0	250	22,192	2,760	681,154	(10,869)	670,285
Total Operating Expenses	3,549	5,162,225	0	60,250	296,937	16,946	5,539,907	(199,867)	5,340,040
Net Income (Loss) From Operations	(3,549)	3,343,531	0	(60,250)	38,331	(16,946)	3,301,117	199,867	3,500,984
B. Not Related to Business Operations:									
Revenue:									
Interest Income	994	3,557	60,000		128,998		193,549	(188,998)	4,551
Net Gain (Loss) on Sale of Assets							0		0
Other - Exhibit B	7,000	45,226	0	0	0	0	52,226	(10,869)	41,357
Total Non-Operating Revenue	7,994	48,783	60,000	0	128,998	0	245,775	(199,867)	45,908
Expenses:									
Legal and Professional Fees - Exhibit C	0	1,221,450	0	0	0	0	1,221,450	0	1,221,450
Other - Exhibit D	0	0	0	0	0	0	0	0	0
Total Non-Operating Expenses	0	1,221,450	0	0	0	0	1,221,450	0	1,221,450
Net Income (Loss) For Period	\$4,445	\$2,170,864	\$60,000	(\$60,250)	\$167,329	(\$16,946)	\$2,325,442	\$0	\$2,325,442

Note 1 - Beginning and ending inventory balances shown above do not include reserves related to LIFO and obsolescence that are reflected in the inventory balances shown on the Balance Sheet.

Note 2 - Interest income at DEMI and SWC is based on the balance of intercompany receivables.

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III. SUMMARY OF CASH RECEIPTS & DISBURSEMENTS (Attach Copies of Bank Statements & Bank Reconciliations)

U.S. Bank - Portland, Oregon
KCI #162100016660
SWC #162100016694
SWCI #162100016692

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		(\$1,295,596)			(\$3,873)	(\$2,264)	(\$1,301,735)
Receipts:							
Other		44					44
Transfer fr KCI US Bank Acct-153691427964		6,792,444			4,469	2,264	6,799,177
Total Receipts	0	6,792,488	0	0	4,469	2,264	6,799,221
Disbursements:							
Operating disbursements		7,396,209			3,597		7,399,806
Total Disbursements	0	7,396,209	0	0	3,597	0	7,399,806
Net Receipts (Disbursements)	0	(603,721)	0	0	872	2,264	(600,585)
Ending Cash Balance Per Books	\$0	(\$1,899,319)	\$0	\$0	(\$3,001)	\$0	(\$1,902,320)

U.S. Bank - Portland, Oregon
163656081004
162100016676

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$32,996			\$0		\$32,996
Receipts:							
Transfer from US Bank 436000100 CORP		16,973,874					16,973,874
Transfer fr KCI US Bank Acct-153691427964		1,331,932			6,231		1,338,163
Interest Income							0
Total Receipts	0	18,305,806	0	0	6,231	0	18,312,037
Disbursements:							
Transfer to US Bank 436000100 CORP		18,333,874					18,333,874
Operating disbursements					6,282		6,282
Total Disbursements	0	18,333,874	0	0	6,282	0	18,340,156
Net Receipts (Disbursements)	0	(28,068)	0	0	(51)	0	(28,119)
Ending Cash Balance Per Books	\$0	\$4,928	\$0	\$0	(\$51)	\$0	\$4,877

U.S. Bank - Portland, Oregon
#436000100

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$5,402,053					\$5,402,053
Receipts:							
Transfer from US Bank 1536 5608 1004		18,333,874					18,333,874
Interest Income		3,556					3,556
Total Receipts	0	18,337,430	0	0	0	0	18,337,430
Disbursements:							
Transfer to US Bank 1536 5608 1004		16,973,874					16,973,874
Total Disbursements	0	16,973,874	0	0	0	0	16,973,874
Net Receipts (Disbursements)	0	1,363,556	0	0	0	0	1,363,556
Ending Cash Balance Per Books	\$0	\$6,765,609	\$0	\$0	\$0	\$0	\$6,765,609

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U.S. Bank - Portland, Oregon
162100016643

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		(\$883,090)					(\$883,090)
Receipts:							
Transfer from US Bank -1536 9142 7964		1,296,002					1,296,002
							0
Total Receipts	0	1,296,002	0	0	0	0	1,296,002
Disbursements:							
Operating disbursements		460,688					460,688
							0
							0
Total Disbursements	0	460,688	0	0	0	0	460,688
Net Receipts (Disbursements)	0	835,314	0	0	0	0	835,314
Ending Cash Balance Per Books	\$0	(\$47,776)	\$0	\$0	\$0	\$0	(\$47,776)

Bank of America - Tampa, Florida
0044 6440 8567
0044 6440 4244

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$156					\$156
Receipts:							
							0
Total Receipts	0	0	0	0	0	0	0
Disbursements:							
							0
Total Disbursements	0	0	0	0	0	0	0
Net Receipts (Disbursements)	0	0	0	0	0	0	0
Ending Cash Balance Per Books	\$0	\$156	\$0	\$0	\$0	\$0	\$156

Bartonville Bank - Bartonville, Illinois
50-0-765

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$10,000					\$10,000
Receipts:							
							0
							0
Total Receipts	0	0	0	0	0	0	0
Disbursements:							
							0
							0
							0
Total Disbursements	0	0	0	0	0	0	0
Net Receipts (Disbursements)	0	0	0	0	0	0	0
Ending Cash Balance Per Books	\$0	\$10,000	\$0	\$0	\$0	\$0	\$10,000

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U.S. Bank - Portland, Oregon - Corporate Accounts
Blocked Acct # 1 536 9142 8277 CORP
Concentration Acct # 1 536 9142 7964 CORP
Concentration Acct # 1 536 5608 0931 CORP

	<u>EVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$1,119,807					\$1,119,807
Receipts:							
Fund from Revolving Line of Credit		27,125,000					27,125,000
Lockbox/Customer Receipts		27,819,547					27,819,547
Trsfra fr KSW Bank One-630803062		837,942					837,942
Trsfra fr KCI Bank One-9770127450		85,000					85,000
							0
Total Receipts	0	55,867,489	0	0	0	0	55,867,489
Disbursements:							
Pay down Revolving Line of Credit		28,839,695					28,839,695
Transfer to KCI US Bank-1536 5608 1004		1,331,932					1,331,932
Transfer to KCI US Bank-1521 0001 5543		1,286,002					1,286,002
Transfer to KSW US Bank-1521 0001 5550		6,792,444					6,792,444
Transfer to SWC US Bank-1521 0001 5576		6,231					6,231
Transfer to SWC US Bank-1521 0001 5584		4,469					4,469
Transfer to SWCI US Bank-1521 0001 5584		2,264					2,264
Transfer to KCI Bank One Acct-99693884		25,000					25,000
Transfer to KSW Bank One Acct-630803088		28,067					28,067
Transfer to KSW Bank One Acct-630803039		37,755					37,755
Transfer to KSW Bank One Acct-630803021		1,988,116					1,988,116
Transfer to KSW Bank One Acct-630803070		282,454					282,454
Transfer to KSW Bank One Acct-630803013		597,745					597,745
Operating disbursements		14,732,596					14,732,596
							0
Total Disbursements	0	55,964,770	0	0	0	0	55,964,770
Net Receipts (Disbursements)	0	(97,281)	0	0	0	0	(97,281)
Ending Cash Balance Per Books	\$0	\$1,022,526	\$0	\$0	\$0	\$0	\$1,022,526

Bank One - Peoria, Illinois
630803062

	<u>EVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$35,593					\$35,593
Receipts:							
Collection of Receivables		789,885					789,885
Other		47,199					47,199
Total Receipts	0	837,084	0	0	0	0	837,084
Disbursements:							
Transfer to KCI US Bank-1536 9142 7964		837,942					837,942
							0
							0
Total Disbursements	0	837,942	0	0	0	0	837,942
Net Receipts (Disbursements)	0	(558)	0	0	0	0	(858)
Ending Cash Balance Per Books	\$0	\$34,735	\$0	\$0	\$0	\$0	\$34,735

Bank One - Dallas, Texas
9770127460

	<u>EVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$2,091					\$2,091
Receipts:							
Other receipts		102,563					102,563
							0
Total Receipts	0	102,563	0	0	0	0	102,563
Disbursements:							
Transfer to KCI US Bank-1536 9142 7964		85,000					85,000
							0
Total Disbursements	0	85,000	0	0	0	0	85,000
Net Receipts (Disbursements)	0	17,563	0	0	0	0	17,563
Ending Cash Balance Per Books	\$0	\$19,654	\$0	\$0	\$0	\$0	\$19,654

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Bank One - Peoria, Illinois
630803039

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$10,101					\$10,101
Receipts:							
Transfer from KCI US Bank- 1536 9142 7964		37,755					37,755
Other							0
Total Receipts	0	37,755	0	0	0	0	37,755
Disbursements:							
Operating disbursements		37,268					37,268
Total Disbursements	0	37,268	0	0	0	0	37,268
Net Receipts (Disbursements)	0	487	0	0	0	0	487
Ending Cash Balance Per Books	\$0	\$10,588	\$0	\$0	\$0	\$0	\$10,588

Bank One - Peoria, Illinois
630803088

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$0					\$0
Receipts:							
Transfer from KCI US Bank-1536 9142 7964		28,067					28,067
Other							0
Total Receipts	0	28,067	0	0	0	0	28,067
Disbursements:							
Operating disbursements		28,067					28,067
Total Disbursements	0	28,067	0	0	0	0	28,067
Net Receipts (Disbursements)	0	0	0	0	0	0	0
Ending Cash Balance Per Books	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Bank One - Dallas, Texas
89693884

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$5,419					\$5,419
Receipts:							
Transfer from KCI US Bank-1536 9142 7964		25,000					25,000
Other							0
Total Receipts	0	25,000	0	0	0	0	25,000
Disbursements:							
Operating disbursements		22,692					22,692
Other							0
Total Disbursements	0	22,692	0	0	0	0	22,692
Net Receipts (Disbursements)	0	2,308	0	0	0	0	2,308
Ending Cash Balance Per Books	\$0	\$7,727	\$0	\$0	\$0	\$0	\$7,727

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Bank of America - Charlotte, North Carolina
224 30922 1 6 EJR

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$1,291					\$1,291
Receipts:							
Interest Income		1					1
							0
Total Receipts	0	1	0	0	0	0	1
Disbursements:							
							0
							0
							0
Total Disbursements	0	0	0	0	0	0	0
Net Receipts (Disbursements)	0	1	0	0	0	0	1
Ending Cash Balance Per Books	\$0	\$1,292	\$0	\$0	\$0	\$0	\$1,292

Bank One - Peoria, Illinois
630803021

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$0					\$0
Receipts:							
Transfer from KCI US Bank-1536 9142 7964		1,988,116					1,988,116
Other		2,196					2,196
Total Receipts	0	1,990,312	0	0	0	0	1,990,312
Disbursements:							
Operating disbursements		1,990,312					1,990,312
Total Disbursements	0	1,990,312	0	0	0	0	1,990,312
Net Receipts (Disbursements)	0	(0)	0	0	0	0	(0)
Ending Cash Balance Per Books	\$0	(\$0)	\$0	\$0	\$0	\$0	(\$0)

Bank One - Peoria, Illinois
630803070

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$0					\$0
Receipts:							
Transfer from KCI US Bank-1536 9142 7964		282,454					282,454
Other		0					0
Total Receipts	0	282,454	0	0	0	0	282,454
Disbursements:							
Operating disbursements		282,454					282,454
Total Disbursements	0	282,454	0	0	0	0	282,454
Net Receipts (Disbursements)	0	0	0	0	0	0	0
Ending Cash Balance Per Books	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Bank One - Peoria, Illinois
630803013

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Total</u>
Beginning Cash Balance Per Books		\$0					\$0
Receipts:							
Transfer from KCI US Bank-1536 9142 7964		597,745					597,745
Other		465					465
Total Receipts	0	598,210	0	0	0	0	598,210
Disbursements:							
Operating disbursements		598,210					598,210
Total Disbursements	0	598,210	0	0	0	0	598,210
Net Receipts (Disbursements)	0	0	0	0	0	0	0
Ending Cash Balance Per Books	\$0	\$0	\$0	\$0	\$0	\$0	\$0

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IV. BALANCE SHEET

	FVSW	KCI	DEMI	JLP	SWC	SWCI	Sub Total	Elimin- ations	Total
ASSETS									
Current									
Cash		\$5,930,120			(\$2,392)		\$5,927,728		\$5,927,728
Inventory	53,582	28,894,209			2,470,797		29,218,588		29,218,588
Accounts Receivable		30,556,462			615,734		31,172,196		31,172,196
Prepaid Expenses		871,085			92,368	1,264	964,717		964,717
Other - Exhibit E	76,988	2,147,798	14,789,793	0	312,483	0	17,327,062	(15,102,276)	2,224,786
Total Current Assets	130,570	68,199,674	14,789,793	0	3,488,990	1,264	84,610,291	(15,102,276)	69,508,015
Fixed									
Property and Equipment	1,175,330	323,147,343			21,589,853	2,829,738	348,742,064		348,742,064
Accumulated Depreciation	(710,932)	(236,914,770)			(16,446,567)	(2,322,805)	(256,395,074)		(256,395,074)
Total Fixed Assets	464,398	86,232,573	0	0	5,143,086	506,933	92,346,990	0	92,346,990
Other									
Restricted Investments		5,556,917			401,599		5,958,516		5,958,516
Prepaid Pension Asset		130,748,674					130,748,674		130,748,674
Deferred Financing Costs		1,467,767					1,467,767		1,467,767
Goodwill		751,508					751,508		751,508
Other - Exhibit F	115,000	39,632,719	0	0	2,246,871	0	41,894,590	(41,173,674)	820,916
Total Other Assets	115,000	178,157,585	0	0	2,648,470	0	180,821,055	(41,173,674)	139,747,381
Total Assets	\$709,968	\$330,589,832	\$14,789,793	\$0	\$11,280,546	\$508,197	\$357,878,336	(\$56,275,950)	\$301,602,386
LIABILITIES									
Current									
Pre-Petition Accounts Payable		19,269,155			883,776	54,503	20,207,434		20,207,434
Post-Petition Accounts Payable		8,720,883			115,681	1,500	8,838,064		8,838,064
Pre-Petition Accounts Payable - Affiliates	(2,649,073)	90,315,476	5,774,107	15,552,291	(89,758,156)	(1,459,080)	17,775,565	(14,904,350)	2,871,215
Post-Petition Accounts Payable - Affiliates	(98,419)	312,712	6,780	180,750	334,282	(172,483)	563,602	(197,926)	365,676
Pre-Petition Accrued Expenses - Exhibit G	3,183	20,954,686	35,632	(36,000)	6,668,380	64,082	27,689,963	0	27,689,963
Post-Petition Accrued Expenses - Exhibit H	0	11,781,823	0	0	200,843	3,223	11,985,889	0	11,985,889
Pre-Petition Notes Payable and Current							0		0
Maturities of Long Term Debt		28,154,477			20,290		28,174,767		28,174,767
Post-Petition Notes Payable and Current							0		0
Maturities of Long Term Debt		36,791,578			(9,364)		36,782,214		36,782,214
Accrued OPEB Cost		11,441,001		155,000	297,662		11,893,663		11,893,663
Income Taxes Payable							0		0
Pre-petition accrued pref. Stock dividends		11,651,342					11,651,342		11,651,342
Post petition accrued pref. Stock dividends		1,484,975					1,484,975		1,484,975
Total Current Liabilities	(2,744,309)	240,878,108	5,816,499	15,852,041	(81,246,606)	(1,508,255)	177,047,478	(15,102,276)	161,945,202
Long Term									
Pre-Petition Long Term Debt		32,180,761					32,180,761		32,180,761
Post-Petition Long Term Debt							0		0
Accrued OPEB Cost	33,000	105,553,101		1,620,194	9,309,976		116,516,271		116,516,271
Accrued Pension Cost		1,386,700					1,386,700		1,386,700
Pre-Petition Accrued Expenses - Exhibit I	0	11,096,137	3,573,908	0	0	0	14,670,045	0	14,670,045
Post-Petition Accrued Expenses - Exhibit J	0	517,246	(6,230)	0	0	0	511,016	0	511,016
Total Long Term Liabilities	33,000	150,733,945	3,567,678	1,620,194	9,309,976	0	165,264,793	0	165,264,793
Preferred Stock		2,112,000					2,112,000		2,112,000
STOCKHOLDERS' EQUITY (DEFICIT)									
Common Stock	10,000	10,798,251	6	2,248,868	5,619,274	1,000	18,675,397	(7,877,145)	10,798,252
Additional Paid-In Capital		39,934,984			27,579,007		67,513,991	(27,579,007)	39,934,984
Accumulated Deficit	3,411,277	(113,855,331)	5,405,810	(19,719,101)	83,576,348	2,015,452	(39,165,745)	(39,274,975)	(78,440,720)
Treasury Stock		(12,125)			(33,557,453)		(33,569,578)	33,557,453	(12,125)
Total Stockholders' Equity (Deficit)	3,421,277	(63,134,221)	5,405,816	(17,472,235)	83,217,176	2,016,452	13,454,065	(41,173,674)	(27,719,609)
Total Liabilities & Stockholders' Equity (Deficit)	\$709,968	\$330,589,832	\$14,789,793	\$0	\$11,280,546	\$508,197	\$357,878,336	(\$56,275,950)	\$301,602,386

Note 1 - Inventory balances above reflect reserves related to LIFO and obsolescence that are not reflected in the inventory balances shown on the Profit & Loss Statement.

Note 2 - Substantially all Current and Long Term Accrued OPEB (Future Retiree Medical) Costs were incurred pre-petition.

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V. SUPPORTING SCHEDULES

1. OTHER MONIES ON HAND	FVSW	KCI	DEMI	JLP	SWC	SWCI	Total
Petty Cash					660		660
							0
							0
	\$0	\$0	\$0	\$0	\$660	\$0	\$660

2. AGING OF ACCOUNTS PAYABLE & ACCOUNTS RECEIVABLE (exclude pre-petition accounts payable).

Accounts Payable:	FVSW	KCI	DEMI	JLP	SWC	SWCI	Total
Current Under 30 Days		\$8,720,883			\$115,681	\$1,500	\$8,838,064
Overdue 31- 60 Days							0
Overdue 61- 90 Days							0
Overdue 91- 120 Days							0
Overdue Over 121 Days							0
	\$0	\$8,720,883	\$0	\$0	\$115,681	\$1,500	\$8,838,064

Itemization of all post-petition payables over 30 days old - Exhibit K

Accounts Receivable:	FVSW	KCI	DEMI	JLP	SWC	SWCI	Total
Current Under 30 Days		\$30,659,366			\$637,010		\$31,296,376
Overdue 31- 60 Days		102,650			64,274		166,924
Overdue 61- 90 Days		49,421			945		50,366
Overdue 91- 120 Days		(53,338)			903		(52,435)
Overdue Over 121 Days		156,865			21,293		178,158
Less: Allow for Bad Debt		(358,502)			(108,691)		(467,193)
	\$0	\$30,556,462	\$0	\$0	\$615,734	\$0	\$31,172,196

3. ACCRUED PROFESSIONAL FEES (POST PETITION)

Name	Profession	FVSW	KCI	DEMI	JLP	SWC	SWCI	Total
FTIC	Financial Advisors		\$725,000					\$725,000
K&E	Legal		1,366,727					1,366,727
WHD	Legal		141,630					141,630
KCC LLC	Claims Agent		166,023					166,023
Other	Committee Professionals		475,668					475,668
		\$0	\$2,875,048	\$0	\$0	\$0	\$0	\$2,875,048

4. STATUS OF PAYMENTS TO SECURED CREDITORS & LESSORS

Creditor Name	Frequency of Regular Payment	Entity	Amount Of Regular Payment	Date Of Last Pd.	Amount Of Payments Delinq*
EWP Financial LLC		KCI	0		
Congress	Daily	KCI	1,060,022	05/03	
Congress	Daily	KCI	3,488,150	05/04	
Congress	Daily	KCI	2,180,023	05/05	
Congress	Daily	KCI	476,800	05/06	
Congress	Daily	KCI	755,288	05/07	
Congress	Daily	KCI	663,543	05/10	
Congress	Daily	KCI	2,139,696	05/11	
Congress	Daily	KCI	3,451,340	05/12	
Congress	Daily	KCI	257,966	05/13	
Congress	Daily	KCI	1,655,464	05/14	
Congress	Daily	KCI	644,737	05/17	
Congress	Daily	KCI	3,764,551	05/18	
Congress	Daily	KCI	194,070	05/19	
Congress	Daily	KCI	500,076	05/20	
Congress	Daily	KCI	1,291,837	05/21	
Congress	Daily	KCI	768,255	05/24	
Congress	Daily	KCI	3,262,396	05/25	
Congress	Daily	KCI	765,477	05/26	
Congress	Daily	KCI	337,366	05/27	
Congress	Daily	KCI	1,182,638	05/28	
			28,839,695		

* Include Only Post Petition Payments:
Explanation for Non Payment:

N/A

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VI. TAX LIABILITY QUESTIONNAIRE

Debtors in Possession and trustees are required to pay all taxes incurred after the filing of their Chapter 11 petition on an as-due basis. Applicable tax liabilities should also be accrued between tax due dates for each pay period. Please indicate the amounts of post petition taxes and withholdings that have been paid and accrued through this reporting period.

If Not Applicable - Indicate N/A.

	Date Paid	Amount Paid	Amount Accrued	Amount Overdue
<u>FVSW</u>				
FICA Withholdings	N/A	N/A	N/A	N/A
Employer's FICA	N/A	N/A	N/A	N/A
Federal Employee Withholding	N/A	N/A	N/A	N/A
Federal Unemployment Taxes	N/A	N/A	N/A	N/A
Federal Income Taxes	Qtrly	N/A	\$4,240	N/A
State Income Taxes	Qtrly	N/A	\$546	N/A
State Unemployment Taxes	N/A	N/A	N/A	N/A
State Employee Withholding	N/A	N/A	N/A	N/A
State Sales & use Taxes	N/A	N/A	N/A	N/A
Real Estate Taxes	N/A	N/A	N/A	N/A
Personal Property Taxes	N/A	N/A	N/A	N/A
Canadian Value Added Tax	N/A	N/A	N/A	N/A
Other Taxes - Exhibit L	N/A	N/A	N/A	N/A
<u>KCI</u>				
FICA Withholdings	Wkly	\$316,121	\$100,453	N/A
Employer's FICA	Wkly	\$316,121	\$222,221	N/A
Federal Employee Withholding	Wkly	\$597,044	\$192,366	N/A
Federal Unemployment Taxes	Qtrly	\$0	(\$28,189)	N/A
Federal Income Taxes	Qtrly	\$0	\$541,507	N/A
State Income Taxes	Qtrly	\$0	\$69,622	N/A
State Unemployment Taxes	Qtrly	\$0	(\$452,606)	N/A
State Employee Withholding	Monthly	\$120,802		N/A
State Sales & use Taxes	Monthly	\$1,061	\$963	N/A
Real Estate Taxes	Annual	N/A	\$170,517	N/A
Personal Property Taxes	Annual	N/A	N/A	N/A
Canadian Value Added Tax	N/A	N/A	N/A	N/A
Other Taxes - Exhibit L	N/A	N/A	N/A	N/A
<u>DEMI</u>				
FICA Withholdings	N/A	N/A	N/A	N/A
Employer's FICA	N/A	N/A	N/A	N/A
Federal Employee Withholding	N/A	N/A	N/A	N/A
Federal Unemployment Taxes	N/A	N/A	N/A	N/A
Federal Income Taxes	Qtrly	N/A	\$53,841	N/A
State Income Taxes	N/A	N/A	N/A	N/A
State Unemployment Taxes	N/A	N/A	N/A	N/A
State Employee Withholding	N/A	N/A	N/A	N/A
State Sales & use Taxes	N/A	N/A	N/A	N/A
Real Estate Taxes	N/A	N/A	N/A	N/A
Personal Property Taxes	N/A	N/A	N/A	N/A
Canadian Value Added Tax	N/A	N/A	N/A	N/A
Other Taxes - Exhibit L	N/A	N/A	N/A	N/A

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	Date	Amount	Amount	Amount
	<u>Paid</u>	<u>Paid</u>	<u>Accrued</u>	<u>Overdue</u>
<u>JLP</u>				
FICA Withholdings	N/A	N/A	N/A	N/A
Employer's FICA	N/A	N/A	N/A	N/A
Federal Employee Withholding	N/A	N/A	N/A	N/A
Federal Unemployment Taxes	N/A	N/A	N/A	N/A
Federal Income Taxes	Qtrly	N/A	(\$54,225)	N/A
State Income Taxes	N/A	N/A	N/A	N/A
State Unemployment Taxes	N/A	N/A	N/A	N/A
State Employee Withholding	N/A	N/A	N/A	N/A
State Sales & use Taxes	N/A	N/A	N/A	N/A
Real Estate Taxes	N/A	N/A	N/A	N/A
Personal Property Taxes	N/A	N/A	N/A	N/A
Canadian Value Added Tax	N/A	N/A	N/A	N/A
Other Taxes - Exhibit L	N/A	N/A	N/A	N/A

<u>SWC</u>				
FICA Withholdings	Wkly	\$19,642	\$5,985	N/A
Employer's FICA	Wkly	19,642	5,985	N/A
Federal Employee Withholding	Wkly	29,664	9,037	N/A
Federal Unemployment Taxes	Qtrly	0	654	N/A
Federal Income Taxes	Qtrly	0	85,595	N/A
State Income Taxes	Qtrly	0	11,004	N/A
State Unemployment Taxes	Qtrly	0	8,893	N/A
State Employee Withholding	Monthly	416	185	N/A
State Sales & use Taxes	Monthly	116	1,224	N/A
Real Estate Taxes	Annual	0	13,961	N/A
Personal Property Taxes	Annual	0	38,546	N/A
Canadian Value Added Tax	N/A	N/A	N/A	N/A
Other Taxes - Exhibit L	N/A	N/A	N/A	N/A

<u>SWCI</u>				
FICA Withholdings	N/A	N/A	N/A	N/A
Employer's FICA	N/A	N/A	N/A	N/A
Federal Employee Withholding	N/A	N/A	N/A	N/A
Federal Unemployment Taxes	N/A	N/A	N/A	N/A
Federal Income Taxes	N/A	N/A	(1,114)	N/A
State Income Taxes	N/A	N/A	(143)	N/A
State Unemployment Taxes	N/A	N/A	N/A	N/A
State Employee Withholding	N/A	N/A	N/A	N/A
State Sales & use Taxes	N/A	N/A	N/A	N/A
Real Estate Taxes	Annual	N/A	\$4,227	N/A
Personal Property Taxes	Annual	N/A	\$154	N/A
Canadian Value Added Tax	N/A	N/A	N/A	N/A
Other Taxes - Exhibit L	N/A	N/A	N/A	N/A

If any of these applicable tax liabilities have not been paid currently, please explain.

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VII. DECLARATION

I, Bert E. Downing, Jr., declare under penalty of perjury that the information contained in this Monthly Financial Report is true and complete to the best of my knowledge.

Bert E. Downing, Jr.
Vice President - Chief Financial Officer
Keystone Consolidated Industries, Inc.

Date: JUNE 18, 2004

Bert E. Downing Jr.
Signature

Bert E. Downing, Jr.
Vice President - Chief Financial Officer
Keystone Consolidated Industries, Inc.
(972) 450-4293

EXHIBIT A

MISCELLANEOUS OPERATING EXPENSES

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Sub Total</u>	<u>Elimin- ations</u>	<u>Total</u>
KCI Corporate Overhead Allocation		0			10,869		10,869	(10,869)	0
Audit Fee		7,692			938		8,630		8,630
Bank Service Charge		8,750			25		8,775		8,775
OPEB		169,154			44,975		214,129		214,129
Management Services		0				1,693	1,693		1,693
Services		141,554					141,554		141,554
Conventions/Exhibitions		913					913		913
Postage		0					0		0
Travel & Entertainment		26,435			1,086		27,521		27,521
Directors fees		9,250					9,250		9,250
Stockholder Communication		7,692					7,692		7,692
State Franchise Tax		21,923					21,923		21,923
Management fees		80,769					80,769		80,769
Actuary fees		13,846					13,846		13,846
Sales Commissions		27,320					27,320		27,320
Other Professional Fees Accrual		16,154					16,154		16,154
Restructuring Expense		0					0		0
Employee Recruiting/Relocation		14,055					14,055		14,055
Transportation Equip (Forklifts, Trucks, etc)		91,770			7,207		98,977		98,977
Foreign Currency Exchange Loss		13,755					13,755		13,755
Inventory Change					(46,955)		(46,955)		(46,955)
Other Deminimus Accounts		4,920		250	4,047	1,067	10,284		10,284
	<u>\$0</u>	<u>\$655,952</u>	<u>\$0</u>	<u>\$250</u>	<u>\$22,192</u>	<u>\$2,760</u>	<u>\$681,154</u>	<u>(\$10,869)</u>	<u>\$670,285</u>

EXHIBIT B

OTHER REVENUE NOT RELATED TO BUSINESS OPERATIONS

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Sub Total</u>	<u>Elimin- ations</u>	<u>Total</u>
Rental income	7,000	12,040					19,040		19,040
Employee related fees		30					30		30
KCI corporate overhead allocation		32,606					32,606	(10,869)	21,737
Other deminimus accounts		550					550		550
	<u>\$7,000</u>	<u>\$45,226</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$52,226</u>	<u>(\$10,869)</u>	<u>\$41,357</u>

EXHIBIT C**LEGAL AND PROFESSIONAL FEES NOT RELATED TO BUSINESS OPERATIONS**

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Sub Total</u>	<u>Elimin- ations</u>	<u>Total</u>
Financial Advisor		275,000					275,000		275,000
Legal		513,970					513,970		513,970
Claims Agent		207,230					207,230		207,230
Committee Professionals		225,250					225,250		225,250
							0		0
	\$0	\$1,221,450	\$0	\$0	\$0	\$0	\$1,221,450	\$0	\$1,221,450

OTHER EXPENSES NOT RELATED TO BUSINESS OPERATIONS

Page 1 of 1

EXHIBIT E

OTHER CURRENT ASSETS

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Sub Total</u>	<u>Elimin- ations</u>	<u>Total</u>
Interest Receivable	\$1,988						\$1,988		\$1,988
Note Receivable	75,000						75,000		75,000
Intercompany Receivable		2,115,645	14,789,793		312,483		17,217,921	(15,102,276)	2,115,645
Short Term Investments		20,428					20,428		20,428
Receivable From EB Plans		2,295					2,295		2,295
Stop Loss Receivable		8,930					8,930		8,930
Security Deposit		500					500		500
	<u>\$76,988</u>	<u>\$2,147,798</u>	<u>\$14,789,793</u>	<u>\$0</u>	<u>\$312,483</u>	<u>\$0</u>	<u>\$17,327,062</u>	<u>(\$15,102,276)</u>	<u>\$2,224,786</u>

EXHIBIT F

OTHER LONG TERM ASSETS

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Sub Total</u>	<u>Elimin- ations</u>	<u>Total</u>
Note Receivable	\$115,000						\$115,000		\$115,000
Rail Cars		377,866					377,866		377,866
Investment in Sherman Wire Corp.		38,915,803					38,915,803	(38,915,803)	0
Investment in Fox Valley Steel & Wire		10,000					10,000	(10,000)	0
Investment in Sherman Wire of Caldwell Inc.		1,000					1,000	(1,000)	0
Investment in J.L. Prescott/DEMI					2,246,871		2,246,871	(2,246,871)	0
Long Term Insurance Receivable		323,250					323,250		323,250
Deposits		4,800					4,800		4,800
							0		0
	<u>\$115,000</u>	<u>\$39,632,719</u>	<u>\$0</u>	<u>\$0</u>	<u>\$2,246,871</u>	<u>\$0</u>	<u>\$41,994,590</u>	<u>(\$41,173,674)</u>	<u>\$820,916</u>

EXHIBIT G

PRE-PETITION ACCRUED EXPENSES - CURRENT

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Sub Total</u>	<u>Elimin- ations</u>	<u>Total</u>
Income Taxes	\$3,183		\$35,632	(\$36,000)	(\$70,091)		(\$67,276)		(\$67,276)
Worker Comp Exp		3,636,595			(168)		3,636,427		3,636,427
Missar Pension		0			19,935		19,935		19,935
Unclaimed Property		6,487			17,540		24,027		24,027
Abandoned Real Estate Exp		0			658,744		658,744		658,744
Legal and Professional Fees		311,879			487,932		799,811		799,811
Self-Insurance Liability		2,535,714			5,050,166		7,585,880		7,585,880
Pensions		0			15,704		15,704		15,704
Salaries/Wages		77,616			47,300		124,916		124,916
Holiday Pay/Vacations		1,719,548			127,854		1,847,402		1,847,402
FICA - Employer		0			3,257		3,257		3,257
Federal Unemployment Taxes		0			3,397		3,397		3,397
State Unemployment Taxes		0			20,577		20,577		20,577
Defined Contribution Plan		1,321,074			28,615		1,349,689		1,349,689
Medical Insurance		86,560			88,737	16,419	191,716		191,716
Utilities		0			5,049	(110)	4,939		4,939
Volume Incentive Plan		0			72,000		72,000		72,000
Property Tax		76,173			32,865	5,973	115,011		115,011
Sales/Use Tax		0			8,124	1,800	9,924		9,924
Customer Overpayments		0			50,843		50,843		50,843
Other - Plant Shut-Down		0				40,000	40,000		40,000
Goods received not invoiced		0					0		0
Unearned Revenue		0					0		0
Sales Rebates/Discounts		1,556,885					1,556,885		1,556,885
Manufacturing Misc		0					0		0
EPA		7,948,500					7,948,500		7,948,500
Medical Insurance		951,800					951,800		951,800
Accrued State Franchise Tax		206,742					206,742		206,742
Accrued Bank Service Charge		(9,925)					(9,925)		(9,925)
Accrued Interest		454,639					454,639		454,639
Accrued travel		40,223					40,223		40,223
Accrued taxes - other		34,176					34,176		34,176
	<u>\$3,183</u>	<u>\$20,954,686</u>	<u>\$35,632</u>	<u>(\$36,000)</u>	<u>\$6,668,380</u>	<u>\$64,082</u>	<u>\$27,689,963</u>	<u>\$0</u>	<u>\$27,689,963</u>

EXHIBIT H

POST PETITION ACCRUED EXPENSES - CURRENT

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Sub Total</u>	<u>Elimin- ations</u>	<u>Total</u>
Abandoned Real Estate Exp		153			12,600		12,753		12,753
Pensions		0			24,602		24,602		24,602
Salaries/Wages		864,750			(875)		863,875		863,875
Holiday Pay/Vacations		2,411,794			19,489		2,431,283		2,431,283
FICA - Employer		(158,121)			2,728		(155,393)		(155,393)
Federal Unemployment Taxes		0			(2,743)		(2,743)		(2,743)
State Unemployment Taxes		0			(11,684)		(11,684)		(11,684)
Defined Contribution Plan		588,284			18,915		607,199		607,199
Medical Insurance		308,930			25,258	(1,804)	332,384		332,384
Utilities		231,536			76,177	646	308,359		308,359
Property Tax		94,345			52,507	4,381	151,233		151,233
Sales/Use Tax		963			1,224		2,187		2,187
Legal		30,000			(17,355)		12,645		12,645
Professional Fees		135,487					135,487		135,487
Goods Received Not Invoiced		1,645,622					1,645,622		1,645,622
Worker's Compensation		(46,551)					(46,551)		(46,551)
Unearned Revenue		5,384					5,384		5,384
Sales Rebates/Discounts		774,700					774,700		774,700
Abandonon Property		0					0		0
Miscellaneous		1,647,952					1,647,952		1,647,952
Accrued State Franchise Tax		(96,450)					(96,450)		(96,450)
Accrued Bank Service Charge		7,357					7,357		7,357
Accrued Self-Insurance Losses		211,483					211,483		211,483
Accrued Interest		237,907					237,907		237,907
Accrued Travel		0					0		0
Accrued Restructuring Costs		2,875,048					2,875,048		2,875,048
Accrued Management Fees		11,250					11,250		11,250
	<u>\$0</u>	<u>\$11,781,823</u>	<u>\$0</u>	<u>\$0</u>	<u>\$200,843</u>	<u>\$3,223</u>	<u>\$11,985,889</u>	<u>\$0</u>	<u>\$11,985,889</u>

EXHIBIT I

PRE-PETITION ACCRUED EXPENSES - LONG TERM

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Sub Total</u>	<u>Elimin- ations</u>	<u>Total</u>
Environmental		3,127,000	3,573,908				6,700,908		6,700,908
Workmans Compensation		1,846,775					1,846,775		1,846,775
Accrued Deferred Interest Exp.		781,715					781,715		781,715
L/T Deferred Compensation		15,660					15,660		15,660
Long Term Disability		32,987					32,987		32,987
L/T Deferred Tax Liability		5,292,000					5,292,000		5,292,000
							0		0
	\$0	\$11,096,137	\$3,573,908	\$0	\$0	\$0	\$14,670,045	\$0	\$14,670,045

EXHIBIT J

POST PETITION ACCRUED EXPENSES - LONG TERM

	<u>FVSW</u>	<u>KCI</u>	<u>DEMI</u>	<u>JLP</u>	<u>SWC</u>	<u>SWCI</u>	<u>Sub Total</u>	<u>Elimin- ations</u>	<u>Total</u>
Workmans Compensation		\$517,019					\$517,019		\$517,019
Long Term Disability		227					227		227
Environmental			(6,230)				(6,230)		(6,230)
							0		0
							0		0
							0		0
							0		0
							0		0
	\$0	\$517,246	(\$6,230)	\$0	\$0	\$0	\$511,016	\$0	\$511,016

EXHIBIT K

DETAIL OF POST PETITION PAYABLES OVER 30 DAYS OLD

<u>Payee</u>	<u>Amount</u>	<u>Date Due</u>	<u>Description</u>
<u>FVSW</u>			
<u>KCI</u>			
<u>DEMI</u>			
<u>JLP</u>			
<u>SWC</u>			
<u>SWCI</u>			

EXHIBIT L

TAX LIABILITY QUESTIONNAIRE - OTHER TAXES

	Date Paid	Amount Paid	Amount Accrued	Amount Overdue
<u>FVSW</u>				
<u>KCI</u>				
<u>DEMI</u>				
<u>JLP</u>				
<u>SWC</u>		N/A		
<u>SWCI</u>		N/A		

KEYSTONE STEEL & WIRE
US BANK - DISBURSEMENT ACCT

cmk
06/07/04

BANK ACCOUNT:
1002844519 PNC
152100015550 USBank

JDE 100.1018
MAY
2004-05

05/30/04

Bank Balance	0.00
Less Outstanding Checks from listing	(1,901,605.57)
Bank Balance (adjusted)	<u>(1,901,605.57)</u>

KSW Book Balance	<u>(1,899,319.36)</u>
------------------	-----------------------

Outage	<u>(2,286.21)</u>
--------	-------------------

KSW Book Balance	(1,899,319.36)
Checks cleared bank not reported by KCI-Apr.	1,725.03
Checks returned deposits not adjusted in Mar.	(2,772.95)
Checks clearing bank-reporting error by KCI	(1,238.29)
	<u>(1,901,605.57)</u>

112259	50.00	cleared bank 03/08 / returned by bank in March
114074	23.76	cleared bank 03/08 / returned by bank in March
114213	573.33	cleared bank 03/08 / returned by bank in March
114221	45.00	cleared bank 03/08 / returned by bank in March
114395	1,535.24	cleared bank 03/08 / returned by bank in March
114444	507.00	cleared bank 03/08 / returned by bank in March
114449	4.00	cleared bank 03/16 / returned by bank in March
114459	34.62	cleared bank 03/17 / returned by bank in March
	<u>2,772.95</u>	

P.O. Box 1500
Saint Paul, Minnesota 55101-0800
00468 ARP 001233 1483SA Y ST01

Account Number:
1 521 0001 5550
Statement Period:
May 3, 2004
through
May 31, 2004

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KEYSTONE CONSOLIDATED INDUSTRIES INC
DBA KEYSTONE STEEL & WIRE
CONTROLLED DISBURSEMENT ACCOUNT
ATTN CHERYL KIRKHAM
7000 S ADAMS ST
PEORIA IL 61641-0001

To Contact U.S. Bank
24-Hour Business Solutions: 1-800-673-3555
TDD: 1-800-685-5065
Internet: www.usbank.com

COMMERCIAL CHECKING

Member FDIC

Account Number 1-521-0001-5550

U.S. Bank National Association

Account Summary

	\$ Items	\$	
Beginning Balance on May 3		\$	0.00
Other Deposits	24		6,803,088.02
Other Withdrawals	6		11,795.48-
Checks Paid	1		226.02-
Summary Post	1232		6,791,066.52-
Ending Balance on May 31, 2004		\$	0.00

Other Deposits

Date	Description of Transaction	Ref Number	Amount
May 3	Controlled Disb Credit REF=20041246077477 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	\$ 342,959.45
May 4	Controlled Disb Credit REF=20041250563278 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	305,555.84
May 5	Controlled Disb Credit REF=20041264138526 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	226,789.98
May 6	Controlled Disb Credit REF=20041270535520 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	188,782.49
May 7	Controlled Disb Credit REF=20041282507651 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	360,694.65
May 10	Controlled Disb Credit REF=20041314811849 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	226.02
May 10	Controlled Disb Credit REF=20041314811459 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	192,507.69
May 11	Controlled Disb Credit REF=20041320510453 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	228,350.22
May 12	Controlled Disb Credit REF=20041333158264 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	288,421.21
May 13	Controlled Disb Credit REF=20041340505599 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	381,582.98
May 14	Controlled Disb Credit REF=20041352348820 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	420,460.98
May 17	Controlled Disb Credit REF=20041385084425 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	520,945.40
May 18	REV DEBIT AN ERRO	R WO 3/25	530.00
May 18	Controlled Disb Credit REF=20041390588777 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	259,588.22
May 19	Controlled Disb Credit REF=20041403485792 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	338,550.70
May 20	Control Disb Credit REF=20041411728109 Y	From CD FUNDING PPP 8091215927-E GR FRKSPPP ADJ CREDIT	9,200.86
May 20	Controlled Disb Credit REF=20041410548246 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	118,174.30
May 21	Controlled Disb Credit REF=20041422391880 Y	From CD FUNDING 8091215927-E G FRKS AC#153691427964	866,352.40

[illegible]

KEYSTONE CONSOLIDATED INDUSTRIES INC
DBA KEYSTONE STEEL & WIRE
CONTROLLED DISBURSEMENT ACCOUNT
ATTN CHERYL KIRKHAM
7000 S ADAMS ST
PEORIA IL 61641-0001

Account Number:
1 521 0001 5550
Statement Period:
May 3 , 2004
through
May 31, 2004

Page 2 of 3

COMMERCIAL CHECKING

Account Number 1-521-0001-5550

(CONTINUED)

Other Deposits (continued)

Other Deposits (continued)			Ref Number	Amount
Date	Description of Transaction			
May 24	Controlled Disb Credit	From CD FUNDING		325,878.91
	REF=20041454701099 Y	8091215927-E G FRKS AC#153691427964		
May 25	Controlled Disb Credit	From CD FUNDING		320,812.67
	REF=20041460533566 Y	8091215927-E G FRKS AC#153691427964		
May 26	AN ADJUSTMENT WAS	MADE (V4 - 41470 05104) FOR	0047005104	43.26
May 26	Controlled Disb Credit	From CD FUNDING		595,232.50
	REF=20041473438760 Y	8091215927-E G FRKS AC#153691427964		
May 27	Controlled Disb Credit	From CD FUNDING		334,601.87
	REF=20041480596511 Y	8091215927-E G FRKS AC#153691427964		
May 28	Controlled Disb Credit	From CD FUNDING		375,885.22
	REF=20041493315232 Y	8091215927-E G FRKS AC#153691427964		
Total Other Deposits			\$	6,803,088.02

Other Withdrawals

Other Withdrawals			Ref Number	Amount
Date	Description of Transaction			
May 3	Control Disb Debit	From CD FUNDING PPP	\$	1,725.03-
	REF=20041246075736 Y	5091215927-E GR FRKSPPP ADJ DEBIT		
May 7	Control Disb Debit	From CD FUNDING ADJ	\$	226.02-
	REF=2004124606009 Y	8091215927-E G FRKS AC#153691427984		
May 18	Control Disb Debit	From CD FUNDING ADJ		70.31-
	REF=20041390589127 Y	8091215927-E G FRKS AC#153691427984		
May 19	Control Disb Debit	From CD FUNDING ADJ	\$	530.00-
	REF=20041403486188 Y	8091215927-E G FRKS AC#153691427984		
May 21	Control Disb Debit	From CD FUNDING PPP		9,200.86-
	REF=20041422390240 Y	5091215927-E GR FRKSPPP ADJ DEBIT		
May 27	Control Disb Debit	From CD FUNDING ADJ	\$	43.26-
	REF=20041480596879 Y	8091215927-E G FRKS AC#153691427984		
Total Other Withdrawals			\$	11,795.48-

Checks Paid

Check	Date	Ref Number	Amount
0001	May 7	6047524863	226.02

Total (1) Checks Paid \$ 226.02-

Summary Post

Summary Post		Ref Number	Amount
Date	Description of Transaction		
May 3	Summary Post of	58 Items	\$ 341,234.42
May 4	Summary Post of	39 Items	385,595.04
May 5	Summary Post of	74 Items	226,769.98
May 6	Summary Post of	67 Items	188,536.47
May 7	Summary Post of	42 Items	360,894.65
May 10	Summary Post of	58 Items	192,507.99
May 11	Summary Post of	47 Items	228,350.32
May 12	Summary Post of	84 Items	288,421.21
May 13	Summary Post of	83 Items	381,582.98
May 14	Summary Post of	45 Items	420,460.98
May 17	Summary Post of	68 Items	620,875.09
May 18	Summary Post of	52 Items	259,586.22
May 19	Summary Post of	69 Items	338,660.70
May 20	Summary Post of	69 Items	127,375.16
May 21	Summary Post of	47 Items	657,151.54
May 24	Summary Post of	69 Items	325,878.91
May 25	Summary Post of	55 Items	320,812.67

KEYSTONE CONSOLIDATED INDUSTRIES INC
DBA KEYSTONE STEEL & WIRE
CONTROLLED DISBURSEMENT ACCOUNT
ATTN CHERYL KIRKHAM
7000 S ADAMS ST
PEORIA IL 61641-0001

Account Number:
1 521 0001 5550
Statement Period:
May 3, 2004
through
May 31, 2004

Page 3 of 3

COMMERCIAL CHECKING

(CONTINUED)

Account Number 1-521-0001-5550

Summary Post (continued)

Date	Description of Transaction	Ref Number	Amount
May 26	Summary Post of 89 Items		595,232.50
May 27	Summary Post of 58 Items		334,601.87
May 28	Summary Post of 49 Items		275,885.22
Total (1,232) Summary Post			\$ 6,791,066.52

Balance Summary

Date	Ending Balance	Date	Ending Balance	Date	Ending Balance
May 3	0.00	May 12	0.00	May 21	0.00
May 4	0.00	May 13	0.00	May 24	0.00
May 5	0.00	May 14	0.00	May 25	0.00
May 6	226.02	May 17	70.31	May 26	43.26
May 7	226.02	May 18	530.00	May 27	0.00
May 10	0.00	May 19	0.00	May 28	0.00
May 11	0.00	May 20	0.00		

Balances only appear for days reflecting change.

TOTAL P.05

US BANK
CONTROLLED DISBURSEMENT ACCT
Sherman Wire Company

ACCT # 1 521 0001 5584
05-04
MAY, 2004

BALANCE PER STATEMENT, 05-31-04

0.00

LESS: OUTSTANDING CKS

Vendor	Ck #	Ck Date	Amount
FedEx Freight	57349	05/26/04	208.64
Bruske Products	57350	05/26/04	44.64
Mike Carrell	57351	05/26/04	550.00
Gardenland Nursery	57352	05/26/04	445.50
Grayson Climate Engineers	57353	05/26/04	109.35
Herald Democrat	57354	05/26/04	185.18
Oden Ketner	57355	05/26/04	150.00
Keith McShan	57356	05/26/04	465.00
Jackie Moss	57357	05/26/04	74.43
Motion Industries	57358	05/26/04	25.00
John Ramsey-Tax Assessor	57359	05/26/04	52.80
U.S. Postmaster	57360	05/26/04	75.00
Walmart Eye Center	57361	05/26/04	47.02
Webb's Electric	57362	05/26/04	144.78
Sherman Wire Petty Cash	57363	05/26/04	106.54
Sherman Wire Petty Cash	57364	05/26/04	317.19

3,001.07

BALANCE OF ACCT # 1 521 0001 5584 @ 05-31-04

(3,001.07)



P.O. Box 1800
Saint Paul, Minnesota 55101-0800
00468 ARP 000018 14855A Y ST01

Business Statement

Account Number:
1 521 0001 5504
Statement Period:
May 3, 2004
through
May 31, 2004

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SHERMAN WIRE COMPANY
SHERMAN OFFICE
CONTROLLED DISBURSEMENT ACCOUNT
ATTN TERESA CARNEY
PO BOX 729
SHERMAN TX 75091-0729

**To Contact U.S. Bank**

24-Hour Business
Solutions:

1-800-673-3555

TDD:

1-800-685-5065

Internet:

www.usbank.com

COMMERCIAL CHECKING**Member FDIC**

Account Number 1-521-0001-5584

U.S. Bank National Association

Account Summary

	# Items	\$	
Beginning Balance on May 3		0.00	
Other Deposits	7	4,469.43	
Checks Paid	18	4,469.43	
Ending Balance on May 31, 2004		0.00	

Other Deposits

Date	Description of Transaction	Ref Number	\$	Amount
May 3	Controlled Disb Credit	From CD FUNDING		465.00
	REF=20041246077479 Y	8091215927-E G FRKS AC#153691427964		
May 6	Controlled Disb Credit	From CD FUNDING		593.00
	REF=20041270535522 Y	8091215927-E G FRKS AC#153691427964		
May 7	Controlled Disb Credit	From CD FUNDING		1,873.25
	REF=20041282507653 Y	8091215927-E G FRKS AC#153691427964		
May 10	Controlled Disb Credit	From CD FUNDING		745.00
	REF=20041314811461 Y	8091215927-E G FRKS AC#153691427964		
May 11	Controlled Disb Credit	From CD FUNDING		111.00
	REF=20041320510455 Y	8091215927-E G FRKS AC#153691427964		
May 14	Controlled Disb Credit	From CD FUNDING		80.00
	REF=20041352348822 Y	8091215927-E G FRKS AC#153691427964		
May 28	Controlled Disb Credit	From CD FUNDING		596.28
	REF=20041493315234 Y	8091215927-E G FRKS AC#153691427964		
Total Other Deposits			\$	4,469.43

Checks Paid

Check	Date	Ref Number	Amount	Check	Date	Ref Number	Amount
57331	May 14	5940057247	80.00	57340	May 6	7047747730	65.88
57332	May 10	7048474516	100.00	57341	May 3	5945757996	465.00
57333	May 10	7048473378	550.00	57342	May 6	5947067625	244.00
57334	May 7	5947312067	548.00	57343	May 10	7048474802	20.00
57335	May 7	5947281903	59.95	57344	May 7	5947304468	91.64
57336	May 7	5947312175	267.91	57345	May 7	5947304467	346.25
57337	May 7	5947312109	499.50	57346	May 10	7048473893	75.00
57338	May 6	6047509497	288.99	57347	May 11	6145648804	111.00
57339	May 7	5947304591	60.00	57348	May 28	5941968815	596.28
Total (18) Checks Paid				\$	4,469.43		

Balance Summary

Date	Ending Balance	Date	Ending Balance	Date	Ending Balance
May 3	0.00	May 10	0.00	May 28	0.00
May 6	0.00	May 11	0.00		
May 7	0.00	May 14	0.00		

US BANK
CONTROLLED DISBURSEMENT ACCT
Sherman Wire of Caldwell

ACCT # 1 521 0001 5592

05-04

MAY, 2004

0.00

BALANCE PER STATEMENT, 05-31-04

LESS: OUTSTANDING CKS

Vendor

Ck #

Ck Date

Amount

0.00

0.00

BALANCE OF ACCT # 1 521 0001 5592 @ 05-31-04



P.O. Box 1800
Saint Paul, Minnesota 55101-0800
00468 ARP 000002 1486SA Y 6T01

Business Statement

Account Number:
1 521 0001 5592
Statement Period:
May 3, 2004
through
May 31, 2004

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SHERMAN WIRE OF CALDWELL INC
CONTROLLED DISBURSEMENT ACCOUNT
DEBTOR IN POSSESSION
ATTN TERESA CARNEY
PO BOX 729
SHERMAN TX 75091-0729

**To Contact U.S. Bank**

**24-Hour Business
Solutions:**

1-800-673-3555

TDD:

1-800-685-5065

Internet:

www.usbank.com

COMMERCIAL CHECKING

Account Number 1-521-0001-5592

U.S. Bank National Association

Account Summary

	# Items	\$	
Beginning Balance on May 3			0.00
Other Deposits	2		2,264.00
Checks Paid	2		2,264.00-
Ending Balance on May 31, 2004		\$	0.00

Member FDIC**Other Deposits**

Date	Description of Transaction	Ref Number	Amount
May 7	Controlled Disb Credit REF=20041282507655 Y	From CD FUNDING 8091215927 E G FRKS AC#153691427964	\$ 1,000.00
May 10	Controlled Disb Credit REF=20041314811463 Y	From CD FUNDING 8091215927 E G FRKS AC#153691427964	1,264.00
Total Other Deposits			\$ 2,264.00

Checks Paid

Check	Date	Ref Number	Amount	Check	Date	Ref Number	Amount
19303	May 10	6942255640	1,264.00	19304	May 7	5947258836	1,000.00
Total (2) Checks Paid							\$ 2,264.00-

Balance Summary

Date	Ending Balance	Date	Ending Balance
May 7	0.00	May 10	0.00

Balances only appear for days reflecting change.

KCI

Scrap Escrow Acct
US BANK
Acct# 1 536 5608 1004
AS OF:

MAY, 2004

FILE: L:\123r4w\kci\anal.\anal.\2004\fasteners-payrol
PREPARED BY: lat
07-Jun-04

BALANCE PER BANK STMT: 05/31/04 \$4,927.98

DEPOSITS NOT ON STMT 0.00

OUTSTANDING CHECKS:

Ck# Date Name

Total O/S: \$4,927.98

BALANCE PER GL 05/31/04 4,927.98

ADJ BAL PER GL 05/31/04 4,927.98

Difference 0.00